

Subject: Procurement Practices & Principles 26-0284 Thermal Engineering Corp / Fire Sprinklers Repair Engineering	Policy No.: 1277 1/15/2026
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REQUEST FOR PROCUREMENT COMPETITION EXCEPTION

Facility: Kona Community Hospital

Requesting Official Name/Position Robert Hollandsworth, Building Operations Manager

1. Name and address of contractor (Attach Completed Purchase Request - may be approved concurrently).

Thermal Engineering Corporation
512 Kalihi Street, Honolulu, Hawaii 96819

2. Describe process used for selection and method for determining best value pricing obtained:

Negotiated directly with Thermal Engineering. Thermal has done excellent work on multiple projects at KCH and is familiar with the facility. Due to the very important life safety nature and aging fire sprinkler system components, it has been determined that KCH must get the system updated ASAP and it is in KCH's best interest to move forward with Thermal Engineering instead of going through the selection process in the Professional Services process.

3. Expenditure amount/means of funding:

\$130,249.16 (includes GET) / CIP

4. Justification (why competition is excluded or restricted)

Emergency– patient safety risk or significant financial impact if delayed for bidding

Sole Source

Restricted Specifications

Re-negotiation of Existing Contracts

Physician Preference

EXPLANATION:

Requestor: Robert Hollandsworth, Building Operations Manager

01/20/2026

Date

Regional Contract Manager: Yvonne S. Taylor

01/20/2026

Date

Dawnell Buell

Regional CFO: Dawnell Buell

01/22/2026

Date

APPROVED/DISAPPROVED

Regional CEO or Designee: Clayton R. McGhan

01/22/2026

Date

Comments: